

The Advance Deposit Wagering Committee met Thursday, July 5<sup>th</sup>, 10:00 a.m. in the lounge area at MetraPark.

Members present: Committee Chairman John Ostlund, Ben Carlson, Tom Tucker and Mary Ogdahl. Also present: Lou Wojciechowski.

Ben presented to the Committee proposed rules that he had prepared from existing Washington, Wyoming, Idaho and South Dakota rules for Advance Deposit Wagering. Most of the proposed rules were patterned after the Washington rules. The Committee worked thru the six proposed rules presented:

- #1 Requirements To Conduct Authorized Advance Deposit Wagering
- #2 Proposed Rules For Advance Deposit Wagering
- #3 Licensing Fees To Operate Advance Deposit Wagering
- #4 Establishing An Account
- #5 Operation of An Account
- #6 Enforcement And Penalties

Tom said he would look into the Oregon rules and report back to the Committee.

The Committee discussed and agreed that the rules should include authorized letters from the Montana Board of Horse Racing and the Attorney General to other Hubs that they must be licensed to accept monies from Montana bettors.

The source market fee was discussed, verbage in the rules re source market fee is negotiable, distribution according to the Law. It was noted that a fee of 10% would be tough to get from the Hubs. The Committee agreed that Tom Tucker should work with the Hubs to find out what would be workable and the Committee recommend to the state what hubs to go with. It was pointed out one Hub could provide Advance Deposit Wagering and Simulcast.

Questions for Carol:

*Rules/Legislation* includes internet gambling; is internet gambling allowed? See HR 4954.

John thanked Ben for his time and effort putting together the proposed rules for the committee's deliberation.

The next meeting of the committee is scheduled for July 17<sup>th</sup>, 11:00 a.m. at MetraPark.

Meeting adjourned at 12:45 p.m.

